



September 25, 2006

Steve Miller
Employee Benefits Administrator
City of Las Vegas
400 Stewart Avenue
Las Vegas, NV 89101

Subject: Health Plan of Nevada – 2007 HMO Renewal Rates

Dear Steve:

We have reviewed the final renewal rates offered for the HPN HMO plan. Based on current health care inflationary trends in the 7% - 12% range; we believe the 5% increase represents a fair and reasonable renewal adjustment for the HMO plan.

HPN – HMO Plan – 10 Rx - \$5 / \$25 / \$45	2007 Rates
Employee	\$264.68
Employee + One Dependent	\$510.85
Employee + Family	\$653.75

Senior Dimensions Rates	
Senior Dimensions Risk Rate	\$26.75
One Senior Dimensions and Spouse without Senior Dimensions	\$272.92
One with Senior Dimensions and Child without Senior Dimensions	\$272.92
One with Senior Dimensions and Children without Senior Dimensions	\$415.82
One with Senior Dimensions and Spouse without Senior Dimensions and Child/Children without Senior Dimensions	\$415.82
Two with Senior Dimensions and Child / Children without Senior Dimensions	\$196.40
Two with Senior Dimensions Only	\$53.50

Please contact me with any questions you may have regarding this renewal.

Sincerely

Mark Thorlton
Account Executive

Cc: Tanna Prince